
Health Services and Development Agency Communique

**A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY**

**Frost Building, Third Floor
161 Rosa L. Parks Boulevard
Nashville, TN 37243
615.741.2364**

**SEPTEMBER
2013**

**For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda**

HEALTH SERVICES & DEVELOPMENT AGENCY

**Chair..... D. Lynn Johnson
Vice-ChairJames Wright
Executive Director Melanie Hill
General Counsel James B. Christoffersen**

**Tennessee Department of Health
Division of Policy, Planning and Assessment
Health Statistics --- 615.741.1954**

**Tennessee Department of Mental Health and Substance Abuse Services
Office of General Counsel --- 615.532.6520
Main Office --- 615.532.6500**

**Tennessee Department of Intellectual and Development Disabilities
Office of General Counsel --- 615.253.8731
Main Office --- 615.532.6500 or 800.535.9725**

CALENDAR

The Health Services and Development Agency will be closed in 2013 on the following days:

Tuesday, January 1 – New Year's Day
 Monday, January 21 – Martin Luther King Day
 Monday, February 18 – President's Day
 Friday, March 29 – Good Friday
 Monday, May 27 – Memorial Day
 Thursday, July 4 – Independence Day
 Monday, September 2 – Labor Day

* Monday, October 14 – Columbus Day *"substituted for the day after Thanksgiving at the Governor's discretion."*
 Monday, November 11 – Veteran's Day
 Thursday, November 28 – Thanksgiving Day
 * Friday, November 29 – *substituted for Columbus Day*
 Wednesday December 25 – Christmas Day

2013 REVIEW CYCLE				
2013 Cycle	Publication Dates- Letter of Intent	Application	HSDA Meeting Dates	* End of Appeal Period
January 2013	12/01/12-12/10/12	5 days after Publication	03/27/13	04/11/13
February 2013	01/01/13-01/10/13	"	04/24/13	05/09/13
March 2013	02/01/13-02/10/13	"	05/22/13	06/06/13
April 2013	03/01/13-03/10/13	"	06/26/13	07/11/13
May 2013	04/01/12-04/10/13	"	07/24/13	08/08/13
June 2013	05/01/12-05/10/13	"	08/28/13	09/05/13
July 2013	06/01/12-06/10/13	"	09/25/13	10/10/13
August 2013	07/01/12-07/10/13	"	10/23/13	11/07/13
September 2013	08/01/12-08/10/13	"	11/20/13	12/05/13
October 2013	09/01/12-09/10/13	"	12/18/13	01/02/14
November 2013	10/01/12-10/10/13	"	01/22/14	02/06/14
December 2013	11/01/12-11/10/13	"	02/26/14	03/13/14

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

* Appeal deadline is 15 days after meeting date

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT

AGENCY

MEETINGS

THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
at the following locations:

September – December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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- * Meeting locations are subject to change
- ** All meetings of the Health Services and Development Agency are posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



RESULTS OF APPLICATIONS HEARD AT THE AUGUST MEETING

Spinal Health Care Associates, P.C.
8132 Cordova Road, Suite 101
Cordova (Shelby County), TN 38106
CN1212-060

Contact Person: E. Graham Baker Jr., Esq.
Phone: 615-370-3380

**DEFERRED FROM THE MAY
MEETING
WITHDRAWN**

The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667.

Blount Memorial Hospital
266 Joule Street
Alcoa (Blount County), TN 37701
CN1305-015

Contact Person: Jane Nelson, Assistant Administrator
Phone: 865-981-2310

APPROVED

The relocation and upgrade of an existing outpatient MRI unit from Blount Memorial Springbrook Health Center located at 220 Associates Blvd, Alcoa (Blount County), TN to Blount Memorial's East TN Medical Group site at 266 Joule Street, Alcoa (Blount County), TN 37701. If approved, the applicant will discontinue MRI services at the Blount Memorial Springbrook Health Center location. The estimated project cost is \$2,214,216.

Cookeville Regional Medical Center
1 Medical Center Boulevard
Cookeville (Putnam County), TN 38501
CN1305-016

Contact Person: Paul Korth, CEO
Phone: 931-783-2000

APPROVED

The modification to existing hospital costing in excess of \$5 million. The project includes the renovation and expansion of the Central Sterile Supply Department as well as the replacement of equipment within the Central Sterile Supply Department, and the relocation and expansion of the Pharmacy Department. The hospital is located at 1 Medical Center Boulevard, Cookeville (Putnam County), TN 38501. The estimated project cost is \$11,547,625.

ADC Recovery and Counseling Center
4539 Winchester Road, Building B, Suite 1
Memphis (Shelby County), TN 38118
CN1305-018

Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

APPROVED

The relocation of an existing non-residential substitution-based treatment center for opiate addiction from 3041 Getwell Road, Suite 101, Memphis (Shelby County), TN 38118 to 4539 Winchester Road, Building B, Suite I, Memphis, TN 38118. The estimated project cost is \$961,168.

Raleigh Professional Associates
2165 Spicer Cove, Suite 9, Building E
Memphis (Shelby County), TN 38134
CN1305-019

Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

APPROVED

The relocation of an existing non-residential substitution-based treatment center for opiate addiction from its current site at 2960-B Old Austin Peay Highway, Memphis (Shelby County), TN to 2165 Spicer Cove, Suite 9, Memphis (Shelby County), TN 38134. The estimated project cost is \$1,136,905.

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APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

GENERAL COUNSEL'S REPORT

Rosewood Manor
Unaddressed site between Old Kedron Road &
Port Royal Road
Spring Hill (Maury County), TN
CN0703-021A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2200

APPROVED

36 month extension from 9/1/13 to 9/1/16

Request for a twenty-four (24) month extension of the expiration date from September 1, 2013 to September 1, 2015: This project was approved by unanimous vote on July 25, 2007 for the replacement and relocation of the existing nursing home, and the addition of thirty (30) Medicare certified skilled nursing beds for an increase in licensed beds from sixty-eight (68) beds to ninety-eight (98) SNF beds. Original expiration date of September 1, 2009 was extended to September 1, 2011 on July 22, 2009 by a vote of 6-2-0 and extended to September 1, 2013 on July 27, 2011 by unanimous vote.

University of Tennessee Medical Center
1924 Alcoa Highway
Knoxville (Knox County), TN
CN1005-022A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-782-2200

APPROVED

Request for an eighteen (18) month extension of the expiration date from October 1, 2013 to April 1, 2015: This project was approved by unanimous vote on August 25, 2010 for construction of an addition to the existing surgery facilities to house thirteen (13) new operating rooms (ORs) and renovation of three (3) small ORs for a net addition of ten (10) ORs and one (1) endovascular suite.

Baptist Memorial Hospital for Women
6225 Humphreys Blvd.
Memphis (Shelby County), TN
CN1211-058A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6700

No modification necessary because additional space is to be used for physician offices. New CON will be required if the space is used for hospital services in the future.

Update on status of and changes in the project, and if needed modifications of the CON to include two (2) additional floors of shelled space to be used for physician offices with a projected cost increase of \$3,409,200: This project was approved by unanimous vote on February 27, 2013 for the construction of an Emergency Department dedicated for pediatric patients and the initiation of magnetic resonance imaging (MRI) services with an estimated project cost of \$14,105,241.

Johnson City Medical Center
400 North State of Franklin Road
Johnson City (Washington County), TN
CN1106-021A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6700

No modification necessary

Update on status of and changes in the project, and if needed modifications of the project: This project was approved by unanimous vote on September 28, 2011 for the renovation and expansion of the current radiation oncology department in the main campus building of Johnson City Medical Center ("JCMC") with an estimated project cost of \$14,999,924.

Southern Sports Surgery Center
127 Saundersville Road, Suite A
Hendersonville (Sumner County), TN
CN1204-019A
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6700

APPROVED

Condition: No owner with 50% interest or greater

Southern Sports Surgery Center seeks Agency approval for a change of ownership/control to enable Drs. Gautsch and Grutter (currently 50% owners, each) to sell 38% to SurgCenter Development. Per the approved application, they may eventually sell other ownership interests to other physicians (no more than 13.04%).

CN1204-019A authorizes Southern Sports Surgery Center to relocate an approved but unimplemented CON for the establishment of an ASTC from 1163 Nashville Pike, Gallatin (Sumner Co.) to 127 Saundersville Road, Suite A, Hendersonville (Sumner Co.). It also expands the designated use of the ASTC to multi-specialty services. The approved project cost is \$3,355,533.00. The expiration date was extended to May 30, 2015 by operation of law, due to the length of the contested case appeal filed by Hendersonville Medical Center; which appeal was voluntarily dismissed.

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Community Hospices of America-Tennessee, LLC
d/b/a Hospice Compassus-The Highland Rim
1805 N. Jackson St., Suites 5 & 6
Tullahoma (Coffee County), TN 37388
CN1306-020
Contact Person: Kim Harvey Looney, Esq.
Phone: 615-850-8722

The expansion of the existing twelve (12) county service area by adding the following five (5) counties: Decatur, Hardin, Humphreys, Perry, and Wayne Counties. Hospice Compassus currently serves Bedford, Cannon, Coffee, Franklin, Giles, Grundy, Hickman, Lawrence, Lewis, Marshall, Maury, and Moore Counties. The estimated project cost is \$63,000.

CSPM Surgery Center
7446 Shallowford Road, Suite 102
Chattanooga (Hamilton County), TN 37421
CN1306-021
Contact Person: Douglas S. Griswold, Esq.
Phone: 423-757-0262
DEFERRED TO OCTOBER

The establishment of a one (1) operating room single specialty ambulatory surgical treatment center (ASTC) limited to interventional pain management procedure for the patients of Center for Spine and Pain Medicine, P.C. (CSPM). The estimated project cost is \$683,350.

The Health Center of Hermitage
Unaddressed site at Bell Road south of
Woodland Point Drive and north of Couchville Pike
Nashville (Davidson County), TN 37201
CN1306-022
Contact Person: Bruce K. Duncan, Assistant
Vice President
Phone: 615-890-2020

The establishment of a nursing home by relocating 60 of the 150 nursing home beds from the approved but unimplemented certificate of need for the Health Center of Nashville, CN1107-024A, pursuant to T.C.A. § 68-11-1631 which permits the qualified partial relocation of nursing home beds and the addition of 30* new Medicare-certified skilled nursing home beds for a total 90 Medicare-certified skilled bed nursing home. The estimated project cost is \$20,142,000.

* These beds are subject to the 2012-2013 Nursing Home Bed Pool.

GENERAL COUNSEL'S REPORT

Stones River Hospital
324 Doolittle Road
Woodbury (Cannon County), TN
CN0012-122AE
Contact Person: Kim Harvey Looney, Esq.
Phone: 615-850-8722

Request for removal of condition that the beds be limited to the provision of geropsychiatric services and allow them to be used for adults.

The Health Center of Nashville
Unaddressed site at Southeast quadrant of
Highway 100 and Pasquo Road
Nashville (Davidson County), TN
CN1107-024AM
Contact Person: Dan H. Elrod, Esq.
Phone: 615-651-6702

Request for an eighteen (18) month extension of the expiration date from November 1, 2014 to May 1, 2016 and the following project modifications pursuant to the approval of CN1306-022 which will relocate 60 of the 150 beds authorized by CN1107-024A:

- Reduction of 60 beds from the 150 approved beds to 90 beds (all to be private rooms not 38 private, 41 companion suites and 15 semi-private);
- Decrease in project cost by \$2,381,950 from \$23,894,100 to \$21,512,150;
- Other changes related to the footprint of the facility including (a) reduction in overall square footage by 8,592 SF from 86,000 SF to 77,408 SF; (b) increase in therapy gym space by 2,500 SF from 2,300 SF to 4,800 SF; (c) the addition of 3,400 SF of shelled space

for potential future growth.

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APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Shelby County Health Care Corporation d/b/a
Regional Medical Center
877 Jefferson Avenue
Memphis (Shelby County), TN
CN1208-037A
Contact Person: E. Graham Baker, Jr., Esq.
Phone: 615-370-3380

Request for modification by adding a 2nd operating room (OR) in the burn unit and building out a 4th OR that was originally planned to be shelled in until needed. If approved, The MED will temporarily relocate the burn unit OR into the new 4th OR on the 1st floor of Turner Tower.

Memphis Long Term Care Specialty Hospital
877 Jefferson Avenue
Memphis (Shelby County), TN
CN1210-052A
Contact Person: E. Graham Baker, Jr., Esq.
Phone: 615-370-3380

Request for the removal of the condition that it shall be limited to 24 beds, and that it shall not be permitted to add to the number of beds without applying for a new CON. As a hospital with less than 100 beds, this would enable it to add up to 10 beds every twelve months without seeking a CON for the addition of beds.

APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

CSPM Surgery Center
7446 Shallowford Road, Suite 102
Chattanooga (Hamilton County), TN 37421
CN1306-021
Contact Person: Douglas S. Griswold, Esq.
Phone: 423-757-0262

DEFERRED FROM SEPTEMBER

The establishment of a one (1) operating room single specialty ambulatory surgical treatment center (ASTC) limited to interventional pain management procedure for the patients of Center for Spine and Pain Medicine, P.C. (CSPM). The estimated project cost is \$683,350.

Community Hospices of America-Tennessee, LLC
d/b/a Hospice Compassus-The Highland Rim
1805 N. Jackson St., Suites 5 & 6
Tullahoma (Coffee County), TN 37388
CN1307-023
Contact Person: Kim H. Looney, Esq.
Phone: 615-850-8722

The addition of Lincoln County to the service area of Hospice Compassus which is currently licensed in Bedford, Cannon, Coffee, Franklin, Giles, Grundy, Hickman, Lawrence, Lewis, Marshall, Maury, and Moore counties. The estimated project cost is \$28,000.00.

Shannondale Rehabilitation Center
7510 & 7522 Middlebrook Pike
Knoxville (Knox County), TN 37909
CN1307-024
Contact Person: William R. Thomas, Jr.,
President/CEO
Phone: 865-690-3411

The establishment of a new thirty (30)* bed Medicare skilled nursing home to be known as Shannondale Rehabilitation Center. The facility will be located on the campus of Shannondale Continuing Care Retirement Community at 7510 and 7522 Middlebrook Pike, Knoxville (Knox County), TN. The estimated project cost is \$6,609,488.00.

* These beds are subject to the 2013-2014 Nursing Home Bed Pool.

NHC/Maury Regional Transitional Care Center
5004 Trotwood Avenue
Columbia (Maury County), TN 38401
CN1307-025
Contact Person: Bruce K. Duncan, Assistant
Vice President
Phone: 615-890-2020

The establishment of a 112-bed* Medicare skilled nursing home to be known as NHC/Maury Regional Transitional Care Center pursuant to T.C.A. § 68-11-1627 which permits the replacement of one or more currently licensed nursing homes with one single nursing home. The new facility will be created by relocating and replacing the 92-bed NHC Healthcare, Hillview and the 20-bed Maury Regional Hospital Skilled Nursing Unit to an 11 acre site at 5004 Trotwood Avenue, Columbia (Maury County), TN. The estimated project cost is \$18,161,672.00.

* These beds are not subject to the 2013-2014 Nursing Home Bed Pool.

Maury Regional Hospital d/b/a Maury Regional
Medical Center
808 South James Campbell Boulevard
Columbia (Maury County), TN 38401
CN1307-026
Contact Person: David Thomas, Director,
Cancer Center
Phone: 931-380-4057

The relocation of two (2) linear accelerators and a mobile positron emission tomography (PET) scanner from the main Maury Regional Medical Center campus at 1224 Trotwood Avenue, Columbia (Maury County), TN to Maury Regional Cancer Center located at 808 South James Campbell Blvd, Columbia (Maury County), TN. As part of the project, MRMC will replace one of its linear accelerators. The estimated project cost is \$7,742,231.00.

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APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

Chattanooga-Hamilton County Hospital Authority
d/b/a Erlanger Medical Center
975 East 3rd Street
Chattanooga (Hamilton County), TN 37403
CN1307-027
Contact Person: Joseph M. Winick, Sr. Vice President
Phone: 423-778-7274

The initiation of positron emission tomography (PET) services and the acquisition of a PET/CT Scanner. The estimated project cost is \$4,307,699.00.

Seton Corporation d/b/a Saint Thomas Midtown
Hospital f/k/a Baptist Hospital
2000 Church Street
Nashville (Davidson County), TN 37236
CN1307-028
Contact Person: Barbara Houchin, Executive Director,
Planning
Phone: 615-284-6849

The modification of the hospital by replacing and relocating four (4) operating rooms. The estimated project cost is \$11,499,496.00.

Baptist Plaza Surgicare
Unaddressed site at the northeast corner of
Church Street and 20th Avenue North
Nashville (Davidson County), TN 37203
CN1307-029
Contact Person: Corey Ridgway, Market President
Phone: 615-376-7300

The relocation and replacement of the existing ASTC from 2011 Church Street, Medical Plaza I Lower Level, Nashville (Davidson County), TN 37203 to the northeast corner of the intersection of Church Street and 20th Avenue North, Nashville (Davidson County), TN 37203. The facility will be constructed in approximately 28,500 SF of rentable space in a new medical office building and will contain nine (9) operating rooms and one (1) procedure room. The estimated project cost is \$29,836,377.00.

APPLICATIONS TO BE HEARD AT THE NOVEMBER MEETING

There were no applications deemed complete on August 31, 2013. Therefore, no applications will enter into the September review cycle for the **November 20, 2013** Health Services and Development Agency Meeting.

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>MEETING DATE</u>
Baptist Memorial Hospital-Huntingdon Huntingdon, Carroll County CN1205-021A	25.00-118927J	Appeal of Approval of CON	9/26/2012
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN1012-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Medical Care, PLLC Elizabethton, Carter County CN1303-006D	25.00-122463J	Appeal of Denial of CON	7/24/2013
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN1012-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011
Select Specialty Hospital-Memphis Memphis, Shelby County CN11212-062A	25.00-121598J	Appeal of Approval of CON	5/22/2013
Tri-Cities Holdings LLC d/b/a Trex Treatment Center Johnson City, Washington County CN1303-005	T.B.A.	Appeal of Denial of CON	6/26/2013

Health Services and Development Agency

Members

D. Lynn Johnson
(Consumer, Speaker of the House)

Charlotte C. Burns
(Hospital)

Claudia H. Byrd
(Consumer, Speaker of the Senate)

Robert Doolittle
(Consumer, Governor)

Barrett G. Haik, M.D.
(Physician)

Thom Mills
(Home Care)

Mark Flora, M.D.
(Ambulatory Surgical Treatment Centers)

James L. Wright
(Nursing Home)

Keith Gaither, Designee
for Director of TennCare
Darin J. Gordon

Lisa Jordan, Designee
for Commerce & Insurance Commissioner
Julie Mix McPeak

Elisha Hodge, Designee
for Comptroller
Justin Wilson

